



# ***DISASTER NEWS***

*Economic Injury Loans for Small Businesses*

**Release Date:** July 28, 2006  
**Release Number:** CO 10540 - 01

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## ***Disaster Assistance Available for Small Businesses***

**Sacramento, CA** - Small, non-farm businesses in 7 Colorado counties (plus neighboring counties in Arizona, New Mexico and Utah) may now apply for low-interest disaster loans from the U. S. Small Business Administration (SBA). These loans offset economic losses because of reduced revenues to farmers and ranchers caused by freezes in the counties of Delores, Montezuma and San Miguel May 9 through May 11, 2006 and May 28 through May 30, 2006 announced Alfred E. Judd, Director of SBA's Disaster Field Operations Center - West.

Small businesses in the following primary and neighboring counties may apply:

Primary **Colorado** counties: Delores, Montezuma, and San Miguel

Neighboring **Colorado** counties: La Plata, Montrose, Ouray, San Juan

Neighboring **Arizona** county: Apache

Neighboring **New Mexico** county: San Juan

Neighboring **Utah** county: San Juan

Small businesses may qualify for Economic Injury Disaster Loans (EIDLs) of up to \$1.5 million to help meet financial obligations and operating expenses which could have been met had the disaster not occurred. "Eligibility for these loans is based on the financial impact of the disaster only and not on any actual property damage. These loans have an interest rate of 4%, a maximum term of 30 years, and are restricted to small businesses without the financial ability to offset the adverse impact without hardship," Judd said.

By law, SBA makes EIDLs available when the U. S. Secretary of Agriculture designates an agricultural disaster. Secretary Mike Johanns declared these disasters at the request of Governor Bill Owens.

Businesses primarily engaged in farming or ranching are not eligible for SBA disaster assistance. Agricultural enterprises should contact the Farm Services Agency (FSA) about the U. S. Department of Agriculture (USDA) assistance made available by the Secretary's declaration.

For information and application forms call toll-free (800) 659-2955, or visit SBA's website at [www.sba.gov/disaster](http://www.sba.gov/disaster). Hearing impaired individuals may call (800) 877-8339.

The deadline to apply for these loans is **March 13, 2007**.

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